

UNIFIED SCHOOL DISTRICT NO. 387

Altoona, Kansas

Financial Statements  
and  
Supplemental Information  
with

Report of Independent Auditors

For the Year Ended June 30, 2015

Unified School District No. 387  
Altoona, Kansas  
Special Financial Statements  
For the Fiscal Year Ended June 30, 2015

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## INDEPENDENT AUDITORS' REPORT

Board of Education  
Unified School District No. 387  
Altoona, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 387, Altoona, Kansas, as of and for the year ended June 30, 2015, and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statement*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the Kansas Municipal Audit and Accounting Guide. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 387, Altoona, Kansas, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 387, Altoona, Kansas, as of June 30, 2015, or changes in financial position and cash flows thereof for the year then ended.

*Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 387, Altoona, Kansas, as of June 30, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

*Prior Year Comparative Analysis*

The 2014 Actual columns presented in the individual fund schedules of cash receipts and expenditures actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the June 30, 2015 financial statement upon which we rendered an unqualified opinion dated March 18, 2016. The 2014 financial statements and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards. Such 2014 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 financial statement. The 2014 comparative information was subjected to the auditing procedures applied in the audit of the 2014 financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 financial statement or to the 2014 financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2014 comparative information is fairly stated in all material respects in relation to the 2014 financial statement as a whole, on the basis of accounting described in Note 1.

*Restricted Use*

This report is intended solely for the information and use of the governing body and management of Unified School District No. 387, and for filing with the Kansas Department of Education, the Kansas Department of Administration, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

*Schlatterbeck and Burns, LLC*

March 18, 2016

Unified School District No. 387  
Summary of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2015

		Beginning Unencumbered Cash Balance	Beginning Balance Adjustment	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
<b>Governmental Type Funds:</b>								
General	(2)	\$ 26,181	2,522	2,001,294	2,006,245	23,752	14,726	38,478
Supplemental General		11,918	( 440)	572,651	584,129		15,000	15,000
<b>Special Purpose:</b>								
At Risk (4 Year Old)		38,085		20,002	14,102	43,985		43,985
At Risk (K-12)		112,614		276,513	249,760	139,367		139,367
Capital Outlay		615,619		123,089	117,671	621,037	46,650	667,687
Driver Training		18,063		1,195	2,944	16,314	68	16,382
Food Service	(2)	40,372	296	162,384	162,815	40,237	1,107	41,344
Professional Development		31,154			1,830	29,324	215	29,539
Special Education		232,163		391,474	320,909	302,728		302,728
Vocational Education	(2)	59,116	71	75,966	57,235	77,918	1,245	79,163
Gifts and Grants	(2)	5,925	69	1,517	340	7,171		7,171
KPERS Special Retirement Contribution				132,396	132,396			
Contingency Reserve		157,603		56,834	100,960	113,477		113,477
Textbook Rental		5,973		6,569	10,149	2,393	2,602	4,995
21st Century Community Learning Centers		1				1		1
Rural Education Achievement Program				7,662	8,832	( 1,170)		( 1,170)
Low Income ESEA (Title I)		( 1,458)		76,579	80,252	( 5,131)	1,935	( 3,196)
Improving Teacher Quality (Title II-A)	(2)	( 583)	1,528	19,176	18,034	2,087	560	2,647
Concurrent Classes		( 38)		2,900	2,826	36		36
Gate Receipts		1,280		8,444	7,911	1,813		1,813
Special Projects		2,407		7,941	6,836	3,512		3,512
<b>Total Primary Government</b>	<b>(1)</b>	<u><u>1,356,395</u></u>	<u><u>4,046</u></u>	<u><u>3,944,586</u></u>	<u><u>3,886,176</u></u>	<u><u>1,418,851</u></u>	<u><u>84,108</u></u>	<u><u>1,502,959</u></u>
<b>Composition of Cash:</b>								
Cash and Cash Items on Hand								3
Demand Deposits								1,325,688
Due from St of Ks (Recognized per KSA 10-1116a)								166,382
Less: Agency Funds								10,886
<b>Total Primary Government</b>	<b>(1)</b>							<u><u>1,502,959</u></u>

(1) Excluding Agency Funds

(2) Beg Bal Adjust - Prior Year Encumbrances Cancelled

Unified School District No. 387  
Buffalo, Kansas  
Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2015

**Note 1**     **Summary of Significant Accounting Policies**

**A.     Reporting Entity**

*Principles Used in Determining Scope of Entity*

Altoona-Midway Unified School District No. 387 is a municipal corporation governed by an elected seven-member board. This financial statement presents Altoona-Midway Unified School District No. 387 as a primary government only. The school district has waived the application of accounting principles generally accepted in the United States of America and as such, has not included any component units in these financial statements.

**B.     Basis of Presentation**

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The following Regulatory Basis Fund Types comprise the financial activities of the School for the year of 2015:

General fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific revenue sources that are intended for specified purposes.

Trust fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity.

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

**C.     Basis of Accounting**

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.*

The Kansas Municipal Accounting and Audit Guide regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The Kansas Municipal Accounting and Audit Guide regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The School has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the School to use the regulatory basis of accounting.

**D.     Budgets**

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and



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Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2015

timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The General Fund budget was amended during the 2015 fiscal year, thereby increasing the budget authority from \$1,958,742 to \$2,025,382.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the School for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds, permanent funds and the following special revenue funds of the School:

ESEA Low Income Title I Fund	Improving Teacher Quality Grant Fund
Concurrent Classes	Rural Education Achievement Program
Technology Literacy Grant Fund	Gate Receipts Fund
Special Projects Fund	

Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

**E. Assets, Liabilities, and Fund Equity**

*Cash*

To facilitate better management of the District's cash resources, excess cash is combined in pooled operating accounts. Each fund's portion of total cash is based on its equity in the pooled cash amount. Cash in excess of current operating needs is invested on a pooled investment basis and earnings thereon are credited to the special revenue funds designated by Kansas statutes.

*Property Taxes and Other Receivables*

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

Unified School District No. 387  
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Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2015

**F. Revenues and Expenditures**

*Property Tax Revenue Recognition*

Property taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at 12% per annum. This interest is retained by the county.

Taxes levied to finance the budget are made available to the School after January 1st and are distributed by the county treasurer approximately every month and a half. At least 50% of the taxes levied are available in January.

*Reimbursed Expenses*

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

*Interfund Transactions*

Quasi-external transactions are accounted for as revenue, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**Note 2**     **Detail Notes on All Funds and Account Groups**

**A. Assets:**

Deposits and Investments

K.S.A. 9-1401 establishes the depositories that may be used by the school district. The statute requires banks eligible to hold the school district's funds to have a main or branch bank in the school district and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The school district has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 allows the School district to invest idle funds in time deposit-open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The school district has no investment policy that would further limit its investment choices.

*Concentration of credit risk.* State statutes place no limit on the amount the school district may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the school district's deposits may not be returned to it. State statutes require the school district's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%.

*Deposits* – At June 30, 2015, the School's carrying amount of deposits was \$1,325,692 and the bank balance was \$1,523,409. The bank balance was held in one bank resulting in a concentration of

Unified School District No. 387  
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Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2015

credit risk. Of the bank balance, \$268,219 was covered by federal depository insurance and \$1,255,190 was collateralized with securities held by the pledging financial institutions' agents in the School's name.

*Custodial credit risk – investments.* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the school district will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured and the school district's investment policy requires 100% collateralization at all times.

*Investments* – As of June 30, 2015 the School held no investments.

General Fixed Assets

The School has not maintained a record of fixed assets used in performance of general governmental operations as required by generally accepted accounting principles. The School has waived compliance until June 30, 2015, in accordance with K.S.A. 75-1120(a).

**B. Liabilities:**

**Long-term Debt**

General Obligation Bonds

Kansas Schools are limited to aggregate debt not to exceed 14% of assessed valuation of tangible taxable property within the School. The School's assessed valuation at June 30, 2015 not including motor vehicle valuation was \$ 34,862,301. The resulting debt limit was \$4,880,722.

Capital Lease Obligations

Changes in long-term liabilities for the School for the year ended June 30, 2015, were as follows:

				Date of	Balance				Balance	
	Interest	Date of	Amount	Final	Beginning	Reductions/	Net	end of	Interest	
<u>Issue</u>	<u>Rate</u>	<u>Issue</u>	<u>of Issue</u>	<u>Maturity</u>	<u>of Year</u>	<u>Additions</u>	<u>Payments</u>	<u>Change</u>	<u>Year</u>	<u>Paid</u>
<b><u>OUTSTANDING OBLIGATIONS:</u></b>										
<u>Capital Leases:</u>										
HVAC Equipment	3.96%	5/1/2012	347,994	5/1/2020	270,854		40,876		229,978	10,726
Apple Computers	2.87%	5/9/2013	110,580	5/9/2016	55,268		27,243		28,025	1,586
Elementary Roof	3.27%	6/26/2014	85,000	3/2/2014	85,000		28,038		56,962	1,889
Total Long-Term Debt					411,122	-	96,157	-	314,965	14,201

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Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2015

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

<u>Issue</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>Totals</u>
<u>Principal:</u>						
<u>Capital Leases:</u>						
HVAC Equipment	42,469	44,176	45,925	47,744	49,664	229,978
Apple Computers	28,025					28,025
Elementary Roof	27,906	29,056				56,962
Total Principal	<u>98,400</u>	<u>73,232</u>	<u>45,925</u>	<u>47,744</u>	<u>49,664</u>	<u>314,965</u>
<u>Interest:</u>						
<u>Capital Leases:</u>						
HVAC Equipment	9,132	7,425	5,676	3,857	1,972	28,062
Apple Computers	806					806
Elementary Roof	2,021	872				2,893
Total Interest	<u>11,959</u>	<u>8,297</u>	<u>5,676</u>	<u>3,857</u>	<u>1,972</u>	<u>31,761</u>
Total Principal and Interest	<u>110,359</u>	<u>81,529</u>	<u>51,601</u>	<u>51,601</u>	<u>51,636</u>	<u>346,726</u>

*Defined Benefit Pension Plan*

Plan description. The School District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, etc. seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate of 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. Member employees' contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the statutory required employers share.

Net Pension Liability. The total pension liability for KPERS was determined by an actuarial valuation as of December 31, 2013, which was rolled forward to June 30, 2014. As of June 30, 2014 the net pension liability for KPERS was \$8,291,794,910. KPERS has determined the District's proportionate share of the net pension liability is \$1,939,335 as of June 30, 2014. The complete actuarial valuation report including all actuarial assumptions and methods is publically available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described in the first paragraph above.

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*Other Post-Employment Benefits*

As provided by K.S.A. 12-5040, the School allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the School is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

*Consolidated Omnibus Budget Reconciliation Act (COBRA)*

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the School makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

*Termination Benefits.*

Present policy does not provide an early retirement program for employees

*Compensated Absences.*

The school district's sick leave policy allows for tenured teachers to accumulate ten days sick leave per year to a maximum of sixty days. The school district pays tenured teachers for unused sick leave at termination or retirement up to a maximum of thirty days at the rate of \$35 per day. In addition, all teachers who have 30 days sick leave at the beginning of each fiscal period will be paid \$35 per day for any unused days accumulated during that fiscal period to a maximum of ten days. These days are still allowed to be accumulated to the maximum of sixty days.

**C. Operating Transfers:**

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Authority</u>	<u>Amount</u>
General Fund	At-Risk (K-12) Fund	K.S.A. 72-6428	\$ 20,000
General Fund	At-Risk (K-12) Fund	K.S.A. 72-6428	90,000
General Fund	Special Education Fund	K.S.A. 72-6428	270,349
General Fund	Contingency Reserve Fund	K.S.A. 72-6428	56,834
General Fund	Food Service Fund	K.S.A. 72-6428	3,000
General Fund	Capital Outlay Fund	K.S.A. 72-6428	100,000
Supp. General	Special Education Fund	K.S.A. 72-6433	115,000
Supp. General	At-Risk (K-12) Fund	K.S.A. 72-6433	186,513
Supp. General	Food Service Fund	K.S.A. 72-6433	20,000
Supp. General	Vocational Education Fund	K.S.A. 72-6433	72,000
Contingency	Supp. General	K.S.A. 72-6433	44,345

**Note 3 Stewardship, Compliance, and Accountability**

**Compliance with Kansas Cash Basis Law**

Expenditures exceeded unencumbered cash in the following funds:

Low Income ESEA (Title I)	\$ 5,131
Rural Education Achievement Program	1,170

Reimbursements were due from the State of Kansas for each of the Title programs.

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Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2015

**Compliance with Kansas Budget Law**

No violations.

**Compliance with Kansas Depository Security Law**

No violations.

**Note 4**      **In-substance receipt in Transit**

The District received \$166,382 subsequent to June 30, 2015, and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2015. The total of this amount is displayed in the "Composition of Cash" as "Due from State of Kansas".

**Note 5**      **Summary Disclosure of Significant Contingencies**

The School participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the School may be required to reimburse the grantor government. As of March 18, 2016 grant expenditures have not been audited, but the School believes disallowed expenditures or overpayments, if any, will not have a material effect on individual governmental funds or the overall financial position of the School.

During the course of its operations, the School is a party to various claims, legal actions and complaints. It is the opinion of the School's management and legal counsel that these matters are not anticipated to have a material impact on the School.

The School is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The School has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2014 to 2015, and there were no settlements that exceeded insurance coverage in the past three years.

**Note 6**      **Economic Dependency**

The school district is economically dependent on state and federal financial assistance. The revenue from the state and federal governments in relation to total revenues are displayed below for the general fund, supplemental general fund and interest fund and all other funds.

	Total	State		Federal	
	Revenue	Aid	%	Aid	%
General Fund	\$ 2,001,294	2,001,294	100.0		
Supplemental General	528,305	43,926	8.3		
Other Funds	436,940	135,846	31.1	201,812	46.2
Totals all Funds	2,966,539	2,181,066	73.5	201,812	6.8

**Note 7**      **On Behalf Payments for Fringe Benefits**

The School recognizes as revenues and expenses cash contributions made by the State of Kansas to the Kansas Public Employees Retirement System (KPERs) on behalf of the School's employees. For the year ended June 30, 2015, the State made cash contributions of \$132,396. These contributions are recorded in the School's KPERs Contribution Fund as receipts and expenditures.

The State of Kansas reports these transactions on the cash basis of accounting and does not

Unified School District No. 387  
Buffalo, Kansas  
Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2015

recognize encumbrances (i.e. commitments for unpaid contributions) as expenditures. Accordingly, the transactions reported in the School's KPERS Contribution Fund does not recognize any amounts due from the State for committed but unpaid contributions as of June 30, 2015. The unrecognized encumbrances at June 30, 2015 are in the amount of \$69,375, and represent the contributions due from the State for the first and second quarters of the 2015 calendar year in the amounts of \$43,820 and \$25,555 respectively.

Unified School District No. 387  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2015

Schedule 1

	Certified Budget	Legal Max. Adjustment	Qualified Budget Cr. Adjustment	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
Governmental Type Funds:						
General	\$ 2,025,382	( 18,875)		2,006,507	2,006,245	262
Supplemental General	584,130			584,130	584,129	1
Special Revenue:						
At Risk (4 Year Old)	45,400			45,400	14,102	31,298
At Risk (K-12)	249,760			249,760	249,760	
Capital Outlay	600,000			600,000	117,671	482,329
Driver Training	13,600			13,600	2,944	10,656
Food Service	186,625		10,823	197,448	162,815	34,633
Professional Development	23,670			23,670	1,830	21,840
Special Education	471,360			471,360	320,909	150,451
Vocational Education	89,920			89,920	57,235	32,685
Gifts and Grants	8,925			8,925	340	8,585
KPERS Special Retirement Contribution	159,930			159,930	132,396	27,534
Totals	<u>4,458,702</u>	<u>( 18,875)</u>	<u>10,823</u>	<u>4,450,650</u>	<u>3,650,376</u>	<u>800,274</u>



## General Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		
		Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 354,714			
Delinquent Taxes	3,272			
Reimbursements	11			
Total Revenue from Local Sources	<u>357,997</u>			
Revenue from State Sources				
State Financial Aid	1,304,079	1,778,359	1,748,115	30,244
Mineral Production Tax	5,669	2,586	5,500	( 2,914)
Special Education Aid	238,683	220,349	245,094	( 24,745)
Total Revenue from State Sources	<u>1,548,431</u>	<u>2,001,294</u>	<u>1,998,709</u>	<u>2,585</u>
Total Cash Receipts	<u>1,906,428</u>	<u>2,001,294</u>	<u>1,998,709</u>	<u>2,585</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	629,162	585,244	615,694	30,450
Non-Certified Salaries	1,400		1,200	1,200
Group Insurance	23,648	18,816	23,500	4,684
Social Security Contributions	43,472	41,325	49,850	8,525
Other Employee Benefits	19,289	25,631	15,000	( 10,631)
Purchased Professional and Technical Services	12,389	22,078	10,000	( 12,078)
Other Miscellaneous Purchased Services	2,185	5,909	4,000	( 1,909)
General Supplies and Materials	30,067	22,888	30,000	7,112
Textbooks	190	305	10,000	9,695
Technology Supplies	19,736	2,540		( 2,540)
Miscellaneous Supplies	625	28	20,000	19,972
Property ( Equipment & Furnishings)	3,344	1,242	5,000	3,758
Other	14,478	9,077	20,000	10,923
Total Instruction	<u>799,985</u>	<u>735,083</u>	<u>804,244</u>	<u>69,161</u>
Support Services - Students				
Certified Salaries			48,500	48,500
Group Insurance	3,480		3,500	3,500
Social Security Contributions			3,710	3,710
Other Employee Benefits	878	936	1,000	64
Purchased Professional and Technical Services		105		( 105)
Supplies and Materials	697	191	400	209
Other	1,069	157	1,200	1,043
Total Support Services - Students	<u>6,124</u>	<u>1,389</u>	<u>58,310</u>	<u>56,921</u>
Support Services - Instructional Staff				
Certified Salaries			20,000	20,000
Non-Certified Salaries	13,323	15,972		( 15,972)
Group Insurance		1,110		( 1,110)
Social Security Contributions	1,019	1,168	1,530	362
Other Employee Benefits	400	325	350	25
Purchased Professional and Technical Services	1,198		1,200	1,200
Other Purchased Services	38			
Books and Periodicals	18	104	100	( 4)
Miscellaneous Supplies	45	12	100	88
Total Support Services - Instructional Staff	<u>16,041</u>	<u>18,691</u>	<u>23,280</u>	<u>4,589</u>
Support Services - General Administration				
Certified Salaries		5,628	11,000	5,372
Non-Certified Salaries		3,718		( 3,718)
Group Insurance		537		( 537)
Social Security Contributions		715		( 715)
Other Employee Benefits		1,323		( 1,323)
Purchased Professional and Technical Services	9,996	10,494	3,000	( 7,494)
Purchased Property Services			500	500

## General Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		Current Year		
		Prior Year Actual	Current Year Actual	Budget
				Variance Favorable (Unfavor)
Other Purchased Services	\$	544	85	( 85)
Insurance Services		393	770	( 70)
Communication Services		4,472	7,320	( 1,820)
Supplies and Materials		9,564	4,621	( 221)
Property ( Equipment & Furnishings)				2,000
Other		20,727	12,893	( 5,993)
Total Support Services - General Administration		45,696	48,104	( 14,104)
Support Services - School Administration				
Certified Salaries		88,210	153,675	174,000
Non-Certified Salaries		33,440	40,035	30,000
Group Insurance		2,880	1,511	8,500
Social Security Contributions		13,948	14,427	11,100
Other Employee Benefits		3,117	709	7,100
Purchased Professional and Technical Services			65	( 65)
Communication Services		9,019	4,410	4,400
Other Miscellaneous Purchased Services		432	439	( 439)
Supplies and Materials		531	657	3,000
Other		1,250	641	1,200
Total Support Services - School Administration		152,827	216,569	239,300
Support Services - Plant Operation and Maintenance				
Non-Certified Salaries		77,243	78,437	75,000
Group Insurance		9,800	10,679	10,500
Social Security Contributions		5,363	5,551	5,750
Other Employee Benefits		1,530	1,179	1,500
Water/Sewer Services (Non-Energy)		7,842	9,843	12,000
Repairs and Maintenance Services		37,689	21,554	17,000
Repair of Buildings			15,888	20,000
Insurance Services		9,655	23,869	27,000
Other Miscellaneous Purchased Services		7,674	9,865	8,000
General Supplies and Materials		27,798	10,062	25,000
Heating		23,121	21,563	20,000
Electricity		38,642	41,624	40,000
Motor Fuel		777	1,007	1,200
Property ( Equipment & Furnishings)		65,529	51,757	54,000
Other			1,626	700
Total Support Services - Plant Operation and Maintenance		312,663	304,504	317,650
Vehicle Operation Services				
Non-Certified Salaries		62,148	58,802	62,000
Group Insurance		4,000	5,240	4,650
Social Security Contributions		3,931	4,226	4,750
Other Employee Benefits		1,369	2,006	1,200
Insurance Services		6,016	7,613	5,700
Motor Fuel		41,851	33,804	43,000
Equipment		23,643	1,123	
Other			99	
Total Vehicle Operation Services		142,958	112,913	121,300
Vehicle Servicing and Maintenance Services				
Purchased Professional and Technical Services		17,766	19,783	15,000
Supplies and Materials		1,982	3,743	4,000
Other		1,342	3,125	1,200
Total Vehicle Servicing and Maintenance Services		21,090	26,651	20,200
Other Student Transportation Services				
Supplies and Materials		90	90	
Other		1,541	2,069	2,000
Total Other Student Transportation Services		1,631	2,159	2,000

General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended June 30, 2015  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		Current Year		
		Prior Year Actual	Current Year Actual	Budget
				Variance Favorable (Unfavor)
Architectural and Engineering Services				
Buildings (Existing Buildings).	\$			66,640
Fund Transfers				
Capital Outlay		91,723	100,000	( 100,000)
Food Service			3,000	18,317
Special Education		238,683	270,349	245,094 ( 25,255)
Vocational Education		5,000		17,747
Contingency Reserve		40,000	56,833	( 56,833)
At Risk (4yr Old)		10,000	20,000	( 12,700)
At Risk (K-12)		18,843	90,000	50,000 ( 40,000)
Total Fund Transfers		<u>404,249</u>	<u>540,182</u>	<u>338,458 ( 201,724)</u>
Budget Adjustments				
Legal Max Adjustment				( 18,875) ( 18,875)
Total Expenditures and Transfers		<u>1,903,264</u>	<u>2,006,245</u>	<u>2,006,507 262</u>
Receipts Over (Under)				
Unencumbered Cash, Beginning				
Expenditures and Transfers		3,164	( 4,951)	
Unencumbered Cash, Beginning		110	26,181	
Prior Year Encumbrances Cancelled		<u>22,907</u>	<u>2,522</u>	
Unencumbered Cash, Ending		<u>26,181</u>	<u>23,752</u>	

## Supplemental General Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		Prior Year Actual	Current Year		Variance Favorable (Unfavor)
			Current Year Actual	Budget	
Cash Receipts					
Revenue from Local Sources					
Ad Valorem Taxes	\$	404,079	429,644	462,630	( 32,986)
Delinquent Taxes		6,050	6,120	6,224	( 104)
Total Revenue from Local Sources		410,129	435,764	468,854	( 33,090)
Revenue from County Sources					
Motor Vehicle Tax		47,037	48,061	48,030	31
Recreational Vehicle Tax		755	554	387	167
Total Revenue from County Sources		47,792	48,615	48,417	198
Revenue from State Sources					
Supplemental State Aid		61,365	43,926	54,908	( 10,982)
Operating Transfers					
Transfer from Contingency Reserve Fund			44,346		44,346
Total Cash Receipts		519,286	572,651	572,179	472
Expenditures and Transfers					
Instruction					
Certified Salaries		38,013	30,758	40,000	9,242
Group Insurance		405	818		( 818)
Social Security Contributions		2,786	1,432	3,100	1,668
Other Employee Benefits		236	80	250	170
Purchased Professional and Technical Services			2,595	8,300	5,705
Other Miscellaneous Purchased Services		11,323	3,375	11,500	8,125
General Supplies and Materials		42,137		16,000	16,000
Textbooks			1,866		( 1,866)
Technology Supplies			3,757	3,000	( 757)
Miscellaneous Supplies		241			
Property ( Equipment & Furnishings)				5,000	5,000
Other		14,582	4,857	3,700	( 1,157)
Total Instruction		109,723	49,538	90,850	41,312
Support Services - Students					
Purchased Professional and Technical Services			15,268	19,000	3,732
Support Services - Instructional Staff					
Purchased Professional and Technical Services		6,128	3,700	2,900	( 800)
Technology Supplies		1,670	2,129		( 2,129)
Total Support Services - Instructional Staff		7,798	5,829	2,900	( 2,929)
Support Services - General Administration					
Certified Salaries		66,280	45,025	68,000	22,975
Non-Certified Salaries		53,660	28,778	56,605	27,827
Group Insurance		6,412	5,026	9,000	3,974
Social Security Contributions		9,172	5,948	10,300	4,352
Other Employee Benefits		17,845	10,752	20,000	9,248
Purchased Professional and Technical Services		815	7,328	6,000	( 1,328)
Other Miscellaneous Purchased Services		1,038		300	300
Other				2,000	2,000
Total Support Services - General Administration		155,222	102,857	172,205	69,348
Support Services - School Administration					
Certified Salaries		63,000			
Support Services - Plant Operation and Maintenance					
Purchased Property Services		4,703	1,904		( 1,904)
Repair of Buildings				200,583	200,583
Other Purchased Property Services		1,135		1,000	1,000
Other Miscellaneous Purchased Services			220		( 220)
Supplies and Materials		64			
General Supplies and Materials				3,000	3,000
Electricity		21			
Property ( Equipment & Furnishings)		6,577		8,000	8,000

Unified School District No. 387  
Supplemental General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

Schedule 2  
Page 5 of 22

For the Year Ended June 30, 2015  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		Current Year		
		Prior Year Actual	Current Year Actual	Budget
				Variance Favorable (Unfavor)
Total Support Services - Plant Operation and Maintenance	\$	<u>12,500</u>	<u>2,124</u>	<u>212,583</u>
Vehicle Operation Services				<u>210,459</u>
Equipment			<u>15,000</u>	<u>( 15,000)</u>
Fund Transfers				
Driver Training		5,000		
Food Service		2,000	20,000	( 20,000)
Professional Development		10,000		
Special Education		66,000	115,000	( 115,000)
Vocational Education			72,000	( 72,000)
At Risk (4yr Old)		13,000		
At Risk (K-12)		<u>163,157</u>	<u>186,513</u>	<u>( 99,921)</u>
Total Fund Transfers		<u>259,157</u>	<u>393,513</u>	<u>( 306,921)</u>
Total Expenditures and Transfers		<u>607,400</u>	<u>584,129</u>	<u>584,130</u>
				<u>1</u>
Receipts Over (Under)				
Expenditures and Transfers	(	88,114)	( 11,478)	
Unencumbered Cash, Beginning		98,901	11,918	
Prior Year Encumbrances Cancelled		1,131		
Beginning Balance Adjustment			( 440)	
Unencumbered Cash, Ending		<u>11,918</u>	<u></u>	

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		Prior Year Actual	Current Year		Variance Favorable (Unfavor)
			Current Year Actual	Budget	
Cash Receipts					
Operating Transfers					
Transfer from General Fund	\$	10,000	20,002		20,002
Transfer from Supplemental General Fund		13,001		7,300	( 7,300)
Total Cash Receipts		<u>23,001</u>	<u>20,002</u>	<u>7,300</u>	<u>12,702</u>
Expenditures and Transfers					
Instruction					
Certified Salaries		18,593		20,000	20,000
Non-Certified Salaries			1,206	1,300	94
Group Insurance				9,000	9,000
Social Security Contributions				1,900	1,900
Other Employee Benefits		138	124	200	76
Total Instruction		<u>18,731</u>	<u>1,330</u>	<u>32,400</u>	<u>31,070</u>
Vehicle Operation Services					
Non-Certified Salaries		431	7,397	6,500	( 897)
Group Insurance		640	658		( 658)
Social Security Contributions		400	528		( 528)
Other Employee Benefits		176	148	500	352
Motor Fuel		4,336	4,041		( 4,041)
Other				6,000	6,000
Total Vehicle Operation Services		<u>5,983</u>	<u>12,772</u>	<u>13,000</u>	<u>228</u>
Total Expenditures and Transfers		<u>24,714</u>	<u>14,102</u>	<u>45,400</u>	<u>31,298</u>
Receipts Over (Under)					
Unencumbered Cash, Beginning					
Expenditures and Transfers	(	1,713)	5,900		
Unencumbered Cash, Beginning		<u>39,798</u>	<u>38,085</u>		
Unencumbered Cash, Ending		<u>38,085</u>	<u>43,985</u>		

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		
		Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$ 18,843	90,000	50,000	40,000
Transfer from Supplemental General Fund	163,156	186,513	86,592	99,921
Total Cash Receipts	181,999	276,513	136,592	139,921
Expenditures and Transfers				
Instruction				
Certified Salaries	122,596	186,388	145,000	( 41,388)
Non-Certified Salaries	26,490	37,042	27,000	( 10,042)
Group Insurance	5,341	8,693	8,500	( 193)
Social Security Contributions	10,868	17,076	13,200	( 3,876)
Other Employee Benefits	3,307	561	3,700	3,139
General Supplies and Materials			1,000	1,000
Miscellaneous Supplies	146			
Property ( Equipment & Furnishings)			25,000	25,000
Other			25,000	25,000
Total Instruction	168,748	249,760	248,400	( 1,360)
Vehicle Operation Services				
Non-Certified Salaries	683		700	700
Employee Benefits			60	60
Social Security Contributions	52			
Other Employee Benefits	3			
Other			600	600
Total Vehicle Operation Services	738		1,360	1,360
Total Expenditures and Transfers	169,486	249,760	249,760	
Receipts Over (Under)				
Unencumbered Cash, Beginning				
Expenditures and Transfers	12,513	26,753		
Unencumbered Cash, Beginning	100,101	112,614		
Unencumbered Cash, Ending	112,614	139,367		

## Capital Outlay Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Earnings on Investments	\$ 1,549	1,402	1,700	( 298)
Other Revenue From Local Sources	2,368	21,687	10,000	11,687
Total Revenue from Local Sources	3,917	23,089	11,700	11,389
Operating Transfers				
Transfer from General Fund	91,724	100,000		100,000
Total Cash Receipts	95,641	123,089	11,700	111,389
Expenditures and Transfers				
Instruction				
Property ( Equipment & Furnishings)	14,415	16,730	100,000	83,270
Support Services - Plant Operation and Maintenance				
Property ( Equipment & Furnishings)	1,210	36,342	239,000	202,658
Student Transportation Services				
Property ( Equipment & Furnishings)			156,000	156,000
Vehicle Operation Services				
Supplies and Materials	16			
Property ( Equipment & Furnishings)		46,650		( 46,650)
Total Vehicle Operation Services	16	46,650		( 46,650)
Facilities Acquisition and Construction Services				
Construction Services (Outside Contractors)	4,635			
Site Improvement Services	8,800			
Building Repair and Remodeling	32,223	17,949	105,000	87,051
Total Facilities Acquisition and Construction Services	45,658	17,949	105,000	87,051
Total Expenditures and Transfers	61,299	117,671	600,000	482,329
Receipts Over (Under)				
Expenditures and Transfers	34,342	5,418		
Unencumbered Cash, Beginning	581,277	615,619		
Unencumbered Cash, Ending	615,619	621,037		



Driver Training Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		Prior Year Actual	Current Year		Variance Favorable (Unfavor)
			Current Year Actual	Budget	
Cash Receipts					
Revenue from Local Sources					
Other Revenue From Local Sources	\$	400	730	400	330
Revenue from State Sources					
Other State Aid		510	465	850	( 385 )
Operating Transfers					
Transfer from Supplemental General Fund		5,000			
Total Cash Receipts		5,910	1,195	1,250	( 55 )
Expenditures and Transfers					
Instruction					
Certified Salaries		720	1,200	3,500	2,300
Social Security Contributions		55	92	250	158
Other Employee Benefits		44	37	50	13
General Supplies and Materials			1,601	2,000	399
Total Instruction		819	2,930	5,800	2,870
Support Services - Students					
Other Employee Benefits			14		( 14 )
Vehicle Operation and Maintenance Services					
Equipment and Vehicle Services				1,500	1,500
Motor Fuel				1,500	1,500
Property ( Equipment & Furnishings)				4,800	4,800
Total Vehicle Operation and Maintenance Services				7,800	7,800
Total Expenditures and Transfers		819	2,944	13,600	10,656
Receipts Over (Under)					
Expenditures and Transfers		5,091	( 1,749 )		
Unencumbered Cash, Beginning		12,972	18,063		
Unencumbered Cash, Ending		18,063	16,314		

## Food Service Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		
		Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Earnings on Investments	\$ 49	49		49
Student Sales	26,444	23,918	26,621	( 2,703)
Adults and Non-Reimbursable Programs	6,147	9,759	6,532	3,227
Other Revenue From Local Sources	1,481	46		46
Total Revenue from Local Sources	<u>34,121</u>	<u>33,772</u>	<u>33,153</u>	<u>619</u>
Revenue from State Sources				
Other State Aid	<u>1,083</u>	<u>1,306</u>	<u>1,057</u>	<u>249</u>
Revenue from Federal Sources				
Passed Through State of Kansas	<u>91,109</u>	<u>104,306</u>	<u>93,483</u>	<u>10,823</u>
Operating Transfers				
Transfer from General Fund		3,000	18,317	( 15,317)
Transfer from Supplemental General Fund	<u>2,000</u>	<u>20,000</u>		<u>20,000</u>
Total Operating Transfers	<u>2,000</u>	<u>23,000</u>	<u>18,317</u>	<u>4,683</u>
Total Cash Receipts	<u>128,313</u>	<u>162,384</u>	<u>146,010</u>	<u>16,374</u>
Expenditures and Transfers				
Support Services - Plant Operation and Maintenance				
Non-Certified Salaries	5,485	4,292	8,000	3,708
Group Insurance		623		( 623)
Social Security Contributions	374	303	625	322
Other Employee Benefits	297	222	350	128
Other Purchased Services	412	168	250	82
Property ( Equipment & Furnishings)		508		( 508)
Total Support Services - Plant Operation and Maintenance	<u>6,568</u>	<u>6,116</u>	<u>9,225</u>	<u>3,109</u>
Food Service Operations				
Non-Certified Salaries	62,157	55,570	70,500	14,930
Group Insurance		138		( 138)
Social Security Contributions	4,755	4,244	4,900	656
Other Employee Benefits	1,374	462	1,500	1,038
Food and Milk	54,091	82,875	85,000	2,125
Miscellaneous Supplies	3,163	3,383	8,500	5,117
Property ( Equipment & Furnishings)	1,136	7,212	2,000	( 5,212)
Other	4,921	2,815	5,000	2,185
Total Food Service Operations	<u>131,597</u>	<u>156,699</u>	<u>177,400</u>	<u>20,701</u>
Budget Credit Adjustment			10,823	10,823
Total Expenditures and Transfers	<u>138,165</u>	<u>162,815</u>	<u>197,448</u>	<u>34,633</u>
Receipts Over (Under)				
Expenditures and Transfers	( 9,852)	( 431)		
Unencumbered Cash, Beginning	50,187	40,372		
Prior Year Encumbrances Cancelled	<u>37</u>	<u>296</u>		
Unencumbered Cash, Ending	<u>40,372</u>	<u>40,237</u>		

Unified School District No. 387  
Professional Development Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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For the Year Ended June 30, 2015  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Operating Transfers				
Transfer from Supplemental General Fund	\$ 10,000			
Total Cash Receipts	<u>10,000</u>			
Expenditures and Transfers				
Support Services - Instructional Staff				
Certified Salaries			10,000	10,000
Group Insurance			2,000	2,000
Social Security Contributions			770	770
Purchased Property Services			9,400	9,400
Other Purchased Services	234	618		( 618)
Miscellaneous Supplies	135			
Other	<u>2,297</u>	<u>1,212</u>	<u>1,500</u>	<u>288</u>
Total Expenditures and Transfers	<u>2,666</u>	<u>1,830</u>	<u>23,670</u>	<u>21,840</u>
Receipts Over (Under)				
Expenditures and Transfers	7,334	( 1,830)		
Unencumbered Cash, Beginning	<u>23,820</u>	<u>31,154</u>		
Unencumbered Cash, Ending	<u>31,154</u>	<u>29,324</u>		

## Special Education Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		Prior Year Actual	Current Year		Variance Favorable (Unfavor)
			Current Year Actual	Budget	
Cash Receipts					
Revenue from Local Sources					
Other Revenue From Local Sources	\$	8,734	6,125		6,125
Operating Transfers					
Transfer from General Fund		238,684	270,349	245,094	25,255
Transfer from Supplemental General Fund		66,000	115,000		115,000
Total Operating Transfers		304,684	385,349	245,094	140,255
Total Cash Receipts		313,418	391,474	245,094	146,380
Expenditures and Transfers					
Instruction					
Certified Salaries				1,600	1,600
Group Insurance				1,300	1,300
Social Security Contributions				600	600
LEA Payments to COOP (Local Share)		95,819	105,600	125,600	20,000
LEA Payments to COOP (Flowthrough)		238,683	213,019	324,360	111,341
General Supplies and Materials				1,000	1,000
Miscellaneous Supplies			270	500	230
Property ( Equipment & Furnishings)				1,000	1,000
Total Instruction		334,502	318,889	455,960	137,071
Vehicle Operation Services					
Non-Certified Salaries		1,859		10,000	10,000
Social Security Contributions		142		800	800
Other Employee Benefits		169	140	150	10
Insurance Services		336	339	400	61
Supplies and Materials		386	537		( 537)
Motor Fuel		112	988	3,000	2,012
Total Vehicle Operation Services		3,004	2,004	14,350	12,346
Vehicle Servicing and Maintenance Services					
Purchased Professional and Technical Services				600	600
Supplies and Materials			7		( 7)
Other				300	300
Total Vehicle Servicing and Maintenance Services			7	900	893
Vehicle Servicing and Maintenance Services					
Other				150	150
Other Student Transportation Services					
Other		41	9		( 9)
Total Expenditures and Transfers		337,547	320,909	471,360	150,451
Receipts Over (Under)					
Expenditures and Transfers	(	24,129)	70,565		
Unencumbered Cash, Beginning		256,292	232,163		
Unencumbered Cash, Ending		232,163	302,728		

## Vocational Education Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		Current Year		
		Prior Year Actual	Current Year Actual	Budget
				Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Reimbursements	\$		3,964	3,964
Revenue from Federal Sources				
Passed Through State of Kansas			12,960	( 12,960)
Other Sources				
Reimbursements		7,247		
Operating Transfers				
Transfer from General Fund		5,000		17,747 ( 17,747)
Transfer from Supplemental General Fund			72,002	72,002
Total Operating Transfers		5,000	72,002	54,255
Total Cash Receipts		12,247	75,966	45,259
Expenditures and Transfers				
Instruction				
Certified Salaries		16,966	38,996	50,000 11,004
Group Insurance		1,367	1,448	4,800 3,352
Social Security Contributions		1,489	3,202	4,600 1,398
Other Employee Benefits		963	4,958	1,100 ( 3,858)
Purchased Professional and Technical Services		4,241	4,283	( 4,283)
Other Miscellaneous Purchased Services		131	101	200 99
General Supplies and Materials		1,803	2,244	2,000 ( 244)
Textbooks				500 500
Miscellaneous Supplies				1,000 1,000
Property ( Equipment & Furnishings)		1,107	447	500 53
Total Instruction		28,067	55,679	64,700 9,021
Support Services - Plant Operation and Maintenance				
Other Purchased Services		175	70	420 350
Heating		2,225		1,500 1,500
Electricity		1,495	1,486	3,300 1,814
Total Support Services - Plant Operation and Maintenance		3,895	1,556	5,220 3,664
Student Transportation Services				
Non-Certified Salaries				13,000 13,000
Motor Fuel				5,000 5,000
Other				2,000 2,000
Total Student Transportation Services				20,000 20,000
Total Expenditures and Transfers		31,962	57,235	89,920 32,685
Receipts Over (Under)				
Operating Transfers				
Unencumbered Cash, Beginning				
Operating Transfers				
Expenditures and Transfers	(	19,715)	18,731	
Unencumbered Cash, Beginning		78,831	59,116	
Prior Year Encumbrances Cancelled			71	
Unencumbered Cash, Ending		59,116	77,918	

## Gifts and Grants Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		
		Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Earnings on Investments	\$ 50	5		5
Donations	318	1,512	3,000	( 1,488)
Total Cash Receipts	<u>368</u>	<u>1,517</u>	<u>3,000</u>	<u>( 1,483)</u>
Expenditures and Transfers				
Instruction				
Textbooks			5,000	5,000
Miscellaneous Supplies			1,925	1,925
Total Instruction			<u>6,925</u>	<u>6,925</u>
Support Services - Students				
Supplies and Materials			2,000	2,000
Support Services - Instructional Staff				
Books and Periodicals	1,112	329		( 329)
Miscellaneous Supplies	21			
Total Support Services - Instructional Staff	<u>1,133</u>	<u>329</u>		<u>( 329)</u>
Food Service Operations				
Food and Milk	180	11		( 11)
Total Expenditures and Transfers	<u>1,313</u>	<u>340</u>	<u>8,925</u>	<u>8,585</u>
Receipts Over (Under)				
Expenditures and Transfers	( 945)	1,177		
Unencumbered Cash, Beginning	6,870	5,925		
Prior Year Encumbrances Cancelled		69		
Unencumbered Cash, Ending	<u>5,925</u>	<u>7,171</u>		

Unified School District No. 387  
KPERs Special Retirement Contribution Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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For the Year Ended June 30, 2015  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		Current Year		
		Prior Year Actual	Current Year Actual	Budget
				Variance Favorable (Unfavor)
Cash Receipts				
Revenue from State Sources				
Other State Aid	\$	135,534	132,396	159,930
Total Cash Receipts		<u>135,534</u>	<u>132,396</u>	<u>159,930</u>
Expenditures and Transfers				
Instruction				
Employee Benefits		88,097	84,733	103,953
Support Services - Students				
Employee Benefits		5,421		6,397
Support Services - Instructional Staff				
Employee Benefits		2,711	980	3,199
Support Services - General Administration				
Employee Benefits		8,132	6,964	9,596
Support Services - School Administration				
Employee Benefits		10,843	19,859	12,795
Support Services - Plant Operation and Maintenance				
Employee Benefits		8,132	7,944	9,596
Student Transportation Services				
Employee Benefits		6,777	5,296	7,997
Food Service Operations				
Employee Benefits		5,421	6,620	6,397
Total Expenditures and Transfers		<u>135,534</u>	<u>132,396</u>	<u>159,930</u>
Receipts Over (Under)				
Expenditures and Transfers				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

Unified School District No. 387  
Contingency Reserve Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfers		
Transfer from General Fund	\$ 40,000	56,834
Total Cash Receipts	<u>40,000</u>	<u>56,834</u>
Expenditures and Transfers		
Instruction		
Property ( Equipment & Furnishings)	14,415	14,415
Support Services - General Administration		
Certified Salaries		16,884
Non-Certified Salaries		17,101
Group Insurance		1,610
Social Security Contributions		2,604
Other Employee Benefits		4,001
Total Support Services - General Administration		<u>42,200</u>
Support Services - Plant Operation and Maintenance		
Property ( Equipment & Furnishings)	45,850	
Fund Transfers		
Supplemental General		44,345
Total Expenditures and Transfers	<u>60,265</u>	<u>100,960</u>
Receipts Over (Under)		
Expenditures and Transfers	( 20,265 )	( 44,126 )
Unencumbered Cash, Beginning	177,868	157,603
Unencumbered Cash, Ending	<u>157,603</u>	<u>113,477</u>



Unified School District No. 387  
Textbook Rental Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2015  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
Student Fees	\$ 5,973	6,569
Total Cash Receipts	<u>5,973</u>	<u>6,569</u>
Expenditures and Transfers		
Instruction		
Supplies and Materials		10,149
Total Expenditures and Transfers		<u>10,149</u>
Receipts Over (Under)		
Expenditures and Transfers	5,973	( 3,580)
Unencumbered Cash, Beginning		5,973
Unencumbered Cash, Ending	<u>5,973</u>	<u>2,393</u>

Unified School District No. 387  
21st Century Community Learning Centers Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2015  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year Actual
Cash Receipts		
None	\$	
Expenditures and Transfers		
None		
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning	<u>1</u>	<u>1</u>
Unencumbered Cash, Ending	<u><u>1</u></u>	<u><u>1</u></u>

Unified School District No. 387  
Rural Education Achievement Program Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2015  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Direct From Federal Government	\$ 4,352	7,662
Total Cash Receipts	<u>4,352</u>	<u>7,662</u>
Expenditures and Transfers		
Instruction		
Purchased Professional and Technical Services	4,352	8,832
Total Expenditures and Transfers	<u>4,352</u>	<u>8,832</u>
Receipts Over (Under)		
Expenditures and Transfers		( 1,170)
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		<u>( 1,170)</u>

Unified School District No. 387  
Low Income ESEA (Title I) Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Passed Through State of Kansas	\$ 75,601	76,579
Total Cash Receipts	<u>75,601</u>	<u>76,579</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	43,694	42,589
Non-Certified Salaries	12,388	17,885
Group Insurance	2,880	3,615
Social Security Contributions	3,935	4,334
Other Employee Benefits	407	175
Purchased Professional and Technical Services	1,805	4,881
Other Purchased Services	91	
Supplies and Materials	3,230	5,722
General Supplies and Materials		459
Other	200	
Total Instruction	<u>68,630</u>	<u>79,660</u>
Support Services - Students		
Other Purchased Services	<u>2,163</u>	
Vehicle Operation Services		
Purchased Professional and Technical Services		193
Insurance Services		399
Total Vehicle Operation Services		<u>592</u>
Total Expenditures and Transfers	<u>70,793</u>	<u>80,252</u>
Receipts Over (Under)		
Expenditures and Transfers	4,808	( 3,673)
Unencumbered Cash, Beginning	( 6,490)	( 1,458)
Prior Year Encumbrances Cancelled	224	
Unencumbered Cash, Ending	<u>( 1,458)</u>	<u>( 5,131)</u>

Unified School District No. 387  
Improving Teacher Quality (Title II-A) Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2015  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Passed Through State of Kansas	\$ 23,570	19,176
Total Cash Receipts	<u>23,570</u>	<u>19,176</u>
Expenditures and Transfers		
Instruction		
Other Employee Benefits	1,354	
Purchased Professional and Technical Services	11,537	1,317
Other Purchased Services	6,107	15,731
General Supplies and Materials	121	315
Other	3,871	671
Total Expenditures and Transfers	<u>22,990</u>	<u>18,034</u>
Receipts Over (Under)		
Expenditures and Transfers	580	1,142
Unencumbered Cash, Beginning	( 1,163)	( 583)
Prior Year Encumbrances Cancelled	<u>          </u>	<u>1,528</u>
Unencumbered Cash, Ending	<u>( 583)</u>	<u>2,087</u>

Unified School District No. 387  
Concurrent Classes Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
Other Revenue From Local Sources	\$ 3,800	2,900
Total Cash Receipts	<u>3,800</u>	<u>2,900</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	3,624	2,610
Social Security Contributions	201	197
Other Employee Benefits	13	19
Total Expenditures and Transfers	<u>3,838</u>	<u>2,826</u>
Receipts Over (Under)		
Expenditures and Transfers	( 38 )	74
Unencumbered Cash, Beginning		( 38 )
Unencumbered Cash, Ending	<u>( 38 )</u>	<u>36</u>

Altoona, Kansas

District Activity Funds

## Statement of Cash Receipts, Expenditures and Unencumbered Cash

For the Year Ended June 30, 2015

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Student Organization Funds:				
Middle School:				
Student Council	\$ 336	137	196	277
Forensics	152	1,300	887	565
Music Club	433	52		485
High School:				
Class of '13	102		102	
Class of '14	120		120	
Class of '15	3,240	11,699	14,692	247
Class of '16	1,745	3,713	3,884	1,574
Class of '17	80	1,491	990	581
Class of '18		3,244	2,390	854
Cheerleader	865	529	650	744
Music/Band	2,352	2,425	1,732	3,045
KAYS	202	789	953	38
Kay Wall of Honor	537	112	53	596
Student Council Jet Pride	196	78	274	
Student Council	88	1,804	1,234	658
FFA	1,012	3,498	3,945	565
Forensics	270		10	260
Drill Team	16			16
Art Club	281			281
Family Consumer Science	166			166
FCCLA	284	2,470	2,421	333
Wrestler Scholarship	280		280	
Science Club	607			607
Total Student Organizations	13,364	33,341	34,813	11,892
Other Agency Funds:				
Board Funds:				
Clearing	(502)			(502)
Agency	2,243			2,243
Middle School:				
Sales Tax	1	-	-	1
Total Other Agency Funds:	1,742	-	-	1,742
Total Agency Funds	15,106	33,341	34,813	13,634

Unified School District No. 387

Schedule 4

Altoona, Kansas

District Activity Funds

Statement of Cash Receipts, Expenditures and Unencumbered Cash

For the Year Ended June 30, 2015

<u>Fund</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
<u>Gate Receipts:</u>						
Middle School: Athletics	\$ 902			902		902
High School: Athletics		7,553	7,220	333		333
Volleyball	379	891	691	579		579
Subtotal Gate Receipts	1,281	8,444	7,911	1,814	-	1,814
<u>Special Projects:</u>						
Middle School: Partners in Education	504			504		504
High School: Library	369	59		428		428
Yearbook	562	5,276	4,254	1,584		1,584
Clearing	102	2,097	1,949	250		250
Football	141			141		141
Softball	201	509	632	78		78
Basketball	503			503		503
Kansas Beef Account	25			25		25
Subtotal Special Projects	2,407	7,941	6,835	3,513	-	3,513
Total District Activity Funds	3,688	16,385	14,746	5,327	-	5,327